99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

HB3974

by Rep. Reginald Phillips

SYNOPSIS AS INTRODUCED:

110 ILCS 947/35

Amends the Higher Education Student Assistance Act with respect to the Monetary Award Program. Makes changes concerning definitions. Provides that, beginning with the 2016-2017 academic year, an applicant who is a freshman dependent college student is required to achieve at least an ACT college entrance exam composite score of 18 or a 3.0 cumulative grade point average on a 4.0 scale, or its equivalent, in high school in order to be eligible for a grant.

LRB099 07236 NHT 27336 b

FISCAL NOTE ACT MAY APPLY

A BILL FOR

- HB3974
- 1 AN ACT concerning education.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

- Section 5. The Higher Education Student Assistance Act is
 amended by changing Section 35 as follows:
- 6 (110 ILCS 947/35)
- 7 Sec. 35. Monetary award program.
- 8 (a) <u>In this Section:</u>
- 9 "Dependent college student" means a traditional student attending an institution of higher learning who depends on his 10 or her family for financial support. Students who are not 11 presumed to be independent college students under this 12 subsection (a) are presumed, for the purposes of this Section, 13 14 to be dependent on their families for financial support. "Independent college student" means a non-traditional 15 16 student attending an institution of higher learning who does 17 not depend on his or her family for financial support. Students
- 18 who are orphans, 24 years of age or older, married, or in the
- 19 military or who have a child and contribute to more than half
- 20 of the child's support are presumed, for the purposes of this
- 21 <u>Section, not to be dependent on their families for financial</u>
- 22 <u>support.</u>
- 23 "Tuition and other necessary fees" includes the customary

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charge for instruction and use of facilities in general and the 1 additional fixed fees charged for specified purposes, which are 2 3 required generally of nongrant recipients for each academic period for which the grant applicant actually enrolls, but does 4 5 not include fees payable only once or breakage fees and other contingent deposits that are refundable in whole or in part. 6 The Commission may prescribe, by rule not inconsistent with 7 this Section, detailed provisions concerning the computation 8 9 of tuition and other necessary fees.

10 <u>(a-5)</u> The Commission shall, each year, receive and consider 11 applications for grant assistance under this Section. Subject 12 to a separate appropriation for such purposes, an applicant is 13 eligible for a grant under this Section when the Commission 14 finds that the applicant:

(1) is a resident of this State and a citizen or
 permanent resident of the United States; and

17 (2) in the absence of grant assistance, will be 18 deterred by financial considerations from completing an 19 educational program at the qualified institution of his or 20 her choice; and.

(3) beginning with the 2016-2017 academic year, with respect to an applicant who is a freshman dependent college student, has achieved at least an ACT college entrance exam composite score of 18 or a 3.0 cumulative grade point average on a 4.0 scale, or its equivalent, in high school.
(b) The Commission shall award renewals only upon the student's application and upon the Commission's finding that the applicant:

3

has remained a student in good standing;

4

(2) remains a resident of this State; and

5 (3) is in a financial situation that continues to
6 warrant assistance.

7 (c) All grants shall be applicable only to tuition and 8 necessary fee costs. The Commission shall determine the grant 9 amount for each student, which shall not exceed the smallest of 10 the following amounts:

(1) subject to appropriation, \$5,468 for fiscal year 2009, \$5,968 for fiscal year 2010, and \$6,468 for fiscal year 2011 and each fiscal year thereafter, or such lesser amount as the Commission finds to be available, during an academic year;

16 (2) the amount which equals 2 semesters or 3 quarters
17 tuition and other necessary fees required generally by the
18 institution of all full-time undergraduate students; or

19 (3) such amount as the Commission finds to be 20 appropriate in view of the applicant's financial 21 resources.

Subject to appropriation, the maximum grant amount for students not subject to subdivision (1) of this subsection (c) must be increased by the same percentage as any increase made by law to the maximum grant amount under subdivision (1) of this subsection (c).

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"Tuition and other necessary fees" as used in this Section 1 2 include the customary charge for instruction and use of facilities in general, and the additional fixed fees charged 3 for specified purposes, which are required generally 4 -of 5 nongrant recipients for each academic period for which the grant applicant actually enrolls, but do not include fees 6 7 only once or breakage fees and other pavable--contingent 8 which are refundable in whole The deposits in part. or 9 Commission may prescribe, by rule not inconsistent with this 10 Section, detailed provisions concerning the computation of 11 tuition and other necessary fees.

12 (d) No applicant, including those presently receiving 13 scholarship assistance under this Act, is eligible for monetary 14 award program consideration under this Act after receiving a 15 baccalaureate degree or the equivalent of 135 semester credit 16 hours of award payments.

(e) The Commission, in determining the number of grants to be offered, shall take into consideration past experience with the rate of grant funds unclaimed by recipients. The Commission shall notify applicants that grant assistance is contingent upon the availability of appropriated funds.

(e-5) The General Assembly finds and declares that it is an important purpose of the Monetary Award Program to facilitate access to college both for students who pursue postsecondary education immediately following high school and for those who pursue postsecondary education later in life, particularly

Illinoisans who are dislocated workers with financial need and 1 2 who are seeking to improve their economic position through education. For the 2015-2016 and 2016-2017 academic years, the 3 Commission shall give additional and specific consideration to 4 5 the needs of dislocated workers with the intent of allowing applicants who are dislocated workers an opportunity to secure 6 financial assistance even if applying later than the general 7 8 pool of applicants. The Commission's consideration shall 9 include, in determining the number of grants to be offered, an 10 estimate of the resources needed to serve dislocated workers 11 who apply after the Commission initially suspends award 12 announcements for the upcoming regular academic year, but prior to the beginning of that academic year. For the purposes of 13 this subsection (e-5), a dislocated worker is defined as in the 14 15 federal Workforce Investment Act of 1998.

(f) The Commission may request appropriations for deposit into the Monetary Award Program Reserve Fund. Monies deposited into the Monetary Award Program Reserve Fund may be expended exclusively for one purpose: to make Monetary Award Program grants to eligible students. Amounts on deposit in the Monetary Award Program Reserve Fund may not exceed 2% of the current annual State appropriation for the Monetary Award Program.

The purpose of the Monetary Award Program Reserve Fund is to enable the Commission each year to assure as many students as possible of their eligibility for a Monetary Award Program grant and to do so before commencement of the academic year.

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1 Moneys deposited in this Reserve Fund are intended to enhance 2 the Commission's management of the Monetary Award Program, 3 minimizing the necessity, magnitude, and frequency of 4 adjusting award amounts and ensuring that the annual Monetary 5 Award Program appropriation can be fully utilized.

6 (g) The Commission shall determine the eligibility of and 7 make grants to applicants enrolled at qualified for-profit 8 institutions in accordance with the criteria set forth in this 9 Section. The eligibility of applicants enrolled at such 10 for-profit institutions shall be limited as follows:

(1) Beginning with the academic year 1997, only to eligible first-time freshmen and first-time transfer students who have attained an associate degree.

14 (2) Beginning with the academic year 1998, only to
15 eligible freshmen students, transfer students who have
16 attained an associate degree, and students who receive a
17 grant under paragraph (1) for the academic year 1997 and
18 whose grants are being renewed for the academic year 1998.

19 (3) Beginning with the academic year 1999, to all20 eligible students.

21 (Source: P.A. 98-967, eff. 8-15-14.)